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Message Text

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PAGE 01 MONTEV 03486 180852Z

65
ACTION ARA-10

INFO OCT-01 ISO-00 PM-04 CIAE-00 INR-07 NSAE-00 L-03 SS-15

MC-02 EB-07 IGA-02 SP-02 ACDA-07 OMB-01 AID-05 COME-00

H-02 NSC-05 TRSE-00 /073 W
---------- 078064
R 172014Z SEP 76
FM AMEMBASSY MONTEVIDEO
TO SECSTATE WASHDC 2195
INFO HQ USSOUTHCOM SCJ2
SECDEF WASHDC

C O N F I D E N T I A L MONTEVIDEO 3486

DOD FOR OSD/ISA

E.O. 11652: GDS
TAGS: MASS, PFOR, UY, US
SUBJ: FY 76 FMS LOAN FOR URUGUAY

REF: (A) STATE 164089, (B) MONTEVIDEO 2461 (NOTAL)

1. ACCORDING TO REFTEL (A), DEPARTMENT REQUESTED THAT DOD DELAY LOAN AGREEMENT ON 3.5 MILLION OF FMS FINANCING FOR FY 76 FOR URUGUAY BECAUSE OF TACTICAL REASONS. DEPARTMENT BELIEVED PROVIDING FMS FINANCING TO GOU WHILE KOCH AMENDMENT WAS PENDING WOULD HAVE BEEN RECEIVED NEGATIVELY ON THE HILL.

2. NOW THAT CONFERENCE COMMITTEE HAS ADOPTED A VERSION OF THE KOCH AMENDMENT, TACTICAL CONSIDERATIONS NO LONGER APPLICABLE. EMBASSY URGES THAT FMS LOAN AGREEMENT BE SIGNED SOONEST. THE AMBASSADOR, IN REFTEL (B), PROVIDED A NUMBER OF SOUND REASONS FOR MOVING AHEAD WITH THE SIGNING, ALL OF WHICH STILL PERTAIN. AS DEPARTMENT WELL AWARE, THIS CREDIT RESULT OF NEGOTIATIONS CARRIED OUT IN GOOD FAITH LONG BEFORE ONSET OF KOCH AMENDMENT. GOU HAS LONG COUNTED ON THESE CREDITS TO
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COMPLETE FINANCING FOR AIRCRAFT ON WHICH DELIVERIES

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EXPECTED TO BEGIN IN A FEW WEEKS. REFTEL (A) IMPLIED
THAT IF KOCH AMENDMENT WERE APPROVED, THE FY 76 LOAN MIGHT
BE DENIED. IF THAT HAD BEEN THE INTENT OF THE CON-
GRESS, THE CONGRESS WOULD HAVE APPLIED THE AMENDMENT
NOT ONLY TO FY 77 MONIES, BUT ALSO TO UNCOMMITTED FY 76
FUNDS. AT THIS STAGE, WE BELIEVE IT NECESSARY PRESS AHEAD WITH
LOAN AND WITH SIGNING OF LETTERS OF OFFER PRIOR
TO NEW FISCAL YEAR.
HAAHR

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, MILITARY SALES, LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 17 SEP 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: CunninFX
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976MONTEV03486
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D760353-0934
From: MONTEVIDEO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760949/aaaabpss.tel
Line Count: 70
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
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Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 76 STATE 164089, 76 MONTEVIDEO 2461
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Review Authority: CunninFX
Review Comment: n/a
Review Content Flags:
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Review Event:
Review Exemptions: n/a
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04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: FY 76 FMS LOAN FOR URUGUAY
TAGS: MASS, PFOR, UY, US
To: STATE
Type: TE
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